

Robert H. Gilliland  
Chairman

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Mark Liotta  
Commissioner

Kim Bailey  
Executive Director

STATE OF OKLAHOMA  
**WORKERS' COMPENSATION COMMISSION**  
1915 N STILES AVE STE 231  
OKLAHOMA CITY, OKLAHOMA 73105  
(405) 522-3222  
[www.ok.gov/wcc](http://www.ok.gov/wcc)

**MEMORANDUM**

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TO: Workers' Compensation Payors  
FROM: Kim Bailey, Executive Director  
DATE: April 20, 2017  
SUBJECT: **NOTICE OF ASSESSMENT RATE** – July 1, 2017 through June 30, 2018 – Multiple Injury Trust Fund Assessment per Title 85A O.S., § 31

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The Multiple Injury Trust Fund (MITF) assessment rate to be charged in accordance with 85A O.S., §31 for the four-quarter period of July 1, 2017 through June 30, 2018 is six percent (6.00%) of one of the following:

- Gross direct premiums written for workers' compensation for risks located in this state (applicable to insurance carriers);
- Normal premiums (applicable to group self-insurance associations); or
- Actual paid losses (applicable to individual self-insured employers).

The rate, which cannot exceed 6.00%, was calculated using a statutory formula. The formula involves dividing the sum total of gross direct written premiums, normal premiums and actual paid losses reported by workers' compensation payors for calendar year 2016 into the sum of the MITF's projected obligations for calendar year 2018 (See the calculation on Page 2).

By May 1st of each year the Workers' Compensation Commission provides notice of the assessment rate, which is established annually, to be paid quarterly. Assessments are due on the 15<sup>th</sup> day of the month following the end of the calendar quarter and are based on the payor's premiums or losses (as applicable) during the quarter. **Quarterly reminder notices are NOT provided.**

A summary of the payment due dates and calculation of the assessment for the four-quarter period of July 1, 2017 through June 30, 2018 follows:

Payment Due October 15, 2017	For the third quarter of calendar year 2017 - Assessment amount is 6.00% of premiums or losses, as applicable, for the period of July 1, 2017 through September 30, 2017.
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Payment Due January 15, 2018	For the fourth quarter of calendar year 2017 - Assessment amount is 6.00% of premiums or losses, as applicable, for the period of October 1, 2017 through December 31, 2017.
Payment Due April 15, 2018	For the first quarter of calendar year 2018 - Assessment amount is 6.00% of premiums or losses, as applicable, for the period of January 1, 2018 through March 31, 2018.
Payment Due July 15, 2018	For the second quarter of calendar year 2018 - Assessment amount is 6.00% of premiums or losses, as applicable, for the period of April 1, 2018 through June 30, 2018.

The MITF Assessment Report forms may be accessed by linking directly with the Tax Commission’s web site at: <http://www.ok.gov/tax/Forms & Publications/Forms/Workers Compensation/>.

Complete the report and mail it and your remittance by the appropriate due date to:

OKLAHOMA TAX COMMISSION  
Account Maintenance Division  
Special Taxes  
2501 North Lincoln Boulevard  
Oklahoma City, Oklahoma 73194-0004

By law, notice of each assessment payment must be given to the Oklahoma Insurance Commissioner (if you are an insurance carrier) or to the Workers’ Compensation Commission Insurance Services Director (if you are an Individual Own Risk employer or Group self-insurance association). Mail notice of payment as instructed at the bottom of your Workers’ Compensation Multiple Injury Trust Fund (MITF) Assessment Report form.

Retain a copy of the completed report for your records. Failure to timely remit the assessment, or to provide notification that payment was remitted, may result in administrative penalties, including but not limited to, the greater of \$500 or 1% of the unpaid amount.

Direct questions about remittance of the assessment to the Oklahoma Tax Commission, Account Maintenance Division, (405) 521-3145.

Direct questions about the assessment rate to [InsuranceDepartment@wcc.ok.gov](mailto:InsuranceDepartment@wcc.ok.gov) or [mark.bolerjack@mitf.ok.gov](mailto:mark.bolerjack@mitf.ok.gov).

$$\text{Formula} = \frac{\text{2018 MITF Projected Obligations}}{\text{Gross Direct Premiums + Own Risk Actual Paid Losses + Group Normal Premiums}}$$

$$= \frac{\$67,424,921}{\$672,893,533 + \$92,298,213 + \$25,669,470} = \frac{\$67,424,921}{\$790,861,216} = 8.53\%, \text{ which is capped at } 6.00\%$$

## NOTICE

### Re: Multiple Injury Trust Fund Assessment Rate

In accordance with 85A O.S., 31, the Multiple Injury Trust Fund (MITF) assessment rate to be charged for the four-quarter period of July 1, 2017 through June 30, 2018, shall be 6.00% of one of the following:

- Gross direct premiums written for workers' compensation for risks located in this state (applicable to insurance carriers);
- Normal premiums (applicable to group self-insurance associations); or
- Actual paid losses (applicable to individual self-insured employers).

**Assessments are due on the 15<sup>th</sup> day of the month following the end of the calendar quarter and are based on the payor's premiums or losses (as applicable) during the quarter.** The assessment reporting form is available at Oklahoma Tax Commission's web site at <http://www.tax.ok.gov/wcforms.html>.

Assessment rates since the inception of the law are as follows:

Assessment Period	Rate
1/1/02 - 6/30/02	6.00%
7/1/02 - 6/30/03	6.00%
7/1/03 - 6/30/04	2.95%
7/1/04 - 6/30/05	3.63%
7/1/05 - 6/30/06	3.83%
7/1/06 - 6/30/07	3.46%
7/1/07 - 6/30/08	2.14%
7/1/08 - 6/30/09	2.50%
7/1/09 - 6/30/10	2.60%
7/1/10 - 6/30/11	2.59%
7/1/11 - 6/30/12	1.98%
7/1/12 - 6/30/13	3.39%
7/1/13 - 6/30/14	5.18%
7/1/14 - 6/30/15	6.00%
7/1/15 - 6/30/16	6.00%
7/1/16 - 6/30/17	6.00%
7/1/17 - 6/30/18	6.00%